

**HAMMOND AREA ECONOMIC AND
INDUSTRIAL DEVELOPMENT DISTRICT
HAMMOND, LOUISIANA**

**REPORT ON COMPILATION OF
BASIC FINANCIAL STATEMENTS**

AS OF AND FOR THE YEAR ENDED JUNE 30, 2014

Hammond Area Economic and Industrial Development District
Hammond, Louisiana
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For the Year Ended June 30, 2014

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Durnin & James

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August 21, 2014

Accountant's Compilation Report

Mr. Robby Miller, President and
Members of the Board of Directors
Hammond Area Economic and Industrial Development District
Hammond, Louisiana

We have compiled the accompanying financial statements of the governmental activities and the general fund of the Hammond Area Economic and Industrial Development District, Hammond, Louisiana, as of and for the year ended June 30, 2014, which collectively comprise the District's basic financial statements as listed in the table of contents. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management of the Hammond Area Economic and Industrial Development District is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management of the Hammond Area Economic and Industrial Development District in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position and changes in net position. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 10 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information has been compiled by us without audit or review and accordingly, we do not express an opinion or provide any assurance on it.

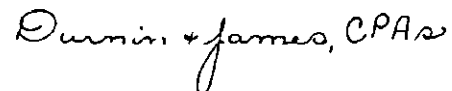
Management has omitted the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental

Hammond Area Economic and Industrial Development District

Accounting Standards Board, who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context.

We are not independent with respect to the Hammond Area Economic and Industrial Development District.

Respectfully submitted,

A handwritten signature in cursive script that reads "Durnin & James, CPAs". The signature is written in black ink and is positioned above the printed name of the firm.

Durnin & James, CPAs
(A Professional Corporation)

Basic Financial Statements

Hammond Area Economic and Industrial Development District
Hammond, Louisiana
Statement of Net Position
June 30, 2014

Exhibit A

Assets

Cash and Cash Equivalents	\$ 601,893
Certificate of Deposit	52,568
Capital Assets, Net of Depreciation	<u>544,799</u>
 Total Assets	 <u><u>\$ 1,199,260</u></u>

Liabilities

Accounts Payable	<u>\$ 2,801</u>
 Total Liabilities	 <u><u>\$ 2,801</u></u>

Net Position

Net Investment in Capital Assets	\$ 544,799
Unrestricted	<u>651,660</u>
 Total Net Position	 <u><u>\$ 1,196,459</u></u>

See accountant's compilation report.

Hammond Area Economic and Industrial Development District
Hammond, Louisiana
Statement of Activities
For the Year Ended June 30, 2014

Exhibit B

		Program Revenues	Net Revenue (Expense) and Changes in Net Position
	Expenses	Operating Grants	Governmental Activities
Governmental Activities:			
General Expenditures	\$ 111,783	\$ -	\$ (111,783)
Depreciation Expense	325	-	(325)
Total Governmental Activities	<u>\$ 112,108</u>	<u>\$ -</u>	<u>\$ (112,108)</u>
General Revenues:			
Grant Income			695
Interest Income			<u>1,695</u>
Total General Revenues			<u>2,390</u>
Change in Net Position			(109,718)
Net Position - Beginning of the Year			<u>1,306,177</u>
Net Position - End of the Year			<u>\$ 1,196,459</u>

See accountant's compilation report.

Hammond Area Economic and Industrial Development District
Hammond, Louisiana
Governmental Fund – Balance Sheet
June 30, 2014

Exhibit C

	<u>General Fund</u>
Assets	
Cash and Cash Equivalents	\$ 601,893
Certificate of Deposit	<u>52,568</u>
Total Assets	<u>\$ 654,461</u>
Liabilities and Fund Balance	
Liabilities:	
Accounts Payable	<u>\$ 2,801</u>
Total Liabilities	2,801
Fund Balance:	
Unassigned	<u>651,660</u>
Total Fund Balance	<u>651,660</u>
Total Liabilities and Fund Balance	<u>\$ 654,461</u>

See accountant's compilation report.

Hammond Area Economic and Industrial Development District
Hammond, Louisiana
Reconciliation of the Governmental Fund Balance Sheet to the
Government-Wide Statement of Net Position
For the Year Ended June 30, 2014

Exhibit D

Total Fund Balances, Governmental Funds (Exhibit C)	\$ 651,660
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Governmental Capital Assets, Net of Depreciation	<u>544,799</u>
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Net Position of Governmental Activities (Exhibit A)	<u><u>\$ 1,196,459</u></u>
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See accountant's compilation report.

Hammond Area Economic and Industrial Development District
Hammond, Louisiana
Statement of Governmental Fund Revenues, Expenditures, and Changes in Fund Balance
For the Year Ended June 30, 2014

Exhibit E

	<u>General Fund</u>
Revenues:	
Grant Income	695
Interest Income	\$ 1,695
Total Revenues	<u>2,390</u>
Expenditures:	
General Expenditures:	
Advertising & Promotion	2,186
Cooperative Marketing - TEDF	11,250
Dues & Subscriptions	465
General Operating Expenditures:	
Phones / Internet / Copies	102
Rent	2,839
Grant to HIDB	10,000
Insurance	1,930
Office Supplies	339
Professional Fees:	
Accounting Fees	1,880
EC Forrest Consulting, LLC	32,263
Hydrik Wetlands & Consulting	2,135
Legal Fees	13,719
YC Global Consultants, LLC	24,500
Sign	5,000
Travel, Education, & Training	3,175
Total Expenditures	<u>111,783</u>
Excess of Revenues over Expenditures	(109,393)
Fund Balance - Beginning of the Year	<u>761,053</u>
Fund Balance - End of the Year	<u>\$ 651,660</u>

See accountant's compilation report.

Hammond Area Economic and Industrial Development District
Hammond, Louisiana
Reconciliation of the Statement of Governmental Fund Revenues, Expenditures, and
Changes in Fund Balance to the Government-Wide Statement of Activities
For the Year Ended June 30, 2014

Exhibit F

Net Change in Fund Balances, Governmental Funds (Exhibit E)	\$ (109,393)
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Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. These differences consist of:

Capital Outlay	-
Depreciation Expense	<u>(325)</u>

Change in Net Position of Governmental Activities (Exhibit B)	<u>\$ (109,718)</u>
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See accountant's compilation report.

Hammond Area Economic and Industrial Development District
Hammond, Louisiana
 Budgetary Comparison Schedule (Non-GAAP Basis) – General Fund
 For the Year Ended June 30, 2014

Exhibit G

	Original Budget	Final Budget	Actual Amounts - Cash Basis	Variance with Final Budget
Revenues:				
Grant Income	-	695	695	-
Interest Income	2,000	1,500	1,695	195
Land Sales	1,800,000	-	-	-
Other Income	400	-	-	-
Total Revenues	1,802,400	2,195	2,390	195
Expenditures:				
General Expenditures:				
Advertising & Promotion	1,000	1,500	2,186	(686)
Cooperative Marketing - TEDF	11,250	11,250	11,250	-
Dues & Subscriptions	800	800	465	335
General Operating Expenditures:				
Phones / Internet / Copies	-	-	102	(102)
Rent	3,500	3,500	2,839	661
Grant to HIDB	10,000	10,000	10,000	-
Insurance	2,500	2,500	1,930	570
Office Supplies	1,000	1,000	339	661
Printing and Reproduction	500	500	-	500
Professional Fees:				
Accounting Fees	2,500	2,500	1,880	620
EC Forrest Consulting, LLC	32,000	32,000	32,263	(263)
Hydrik Wetlands & Consulting	-	2,135	2,135	-
Legal Fees	5,000	15,000	13,719	1,281
YC Global Consultants, LLC	24,500	24,500	24,500	-
Other Professional Fees	5,000	5,000	-	5,000
Sign	-	-	5,000	(5,000)
Travel, Education, & Training	5,000	5,000	3,175	1,825
Capital Outlay	-	-	-	-
Total Expenditures	104,550	117,185	111,783	5,402
Excess of Revenues over Expenditures	1,697,850	(114,990)	(109,393)	5,597
Cash - Beginning of the Year	706,423	711,509	710,030	(1,479)
Cash - End of the Year	<u>\$ 2,404,273</u>	<u>\$ 596,519</u>	<u>\$ 600,637</u>	<u>\$ 4,118</u>

See accountant's compilation report.